

DSHA RETIREE MEDICAL TRUST  
BOARD OF TRUSTEES MEETING  
MAY 20, 2013

The meeting was called to order at 9:00 on May 23, 2013 by Annette Miller. Attending the meeting were Annette Miller (Chair Person), Cheryl Lehman (Vice Chair Person), Trustees: Doug Croft, Joan Smith, Wanda Spiering and Cynthia Fletcher (Office Manager). A Quorum was present and the meeting was properly noticed.

A motion was made by Annette to approve the minutes of the May 22, 2012 meeting as presented, all approved. Motion carried.

A motion was made to and approved to make Annette's term as Chairperson continue for an additional two years.

Discussed AON Study Results

Annette reported that the annual required contribution is at \$667,000.

Joan raised the question of how to bump up our current funding of the Retiree Medical Trust.

Doug commented on the transition to using DSHA actual turnover statistics rather than regional ones.

Wanda commented on the low amount DSHA pays for retirees under medical coverage (with Medicare as the primary coverage).

Need to look at effect on financials if new GASB rule goes in effect in 2014, and coordinate with State.

A motion was made to accept the AON Study, seconded by Cheryl. With all in favor, the motion was carried.

Investment Earnings Discussion:

Annette discussed the report in activity we are currently at net 1.193% return on investments.

With the \$293,000 moved and contributed on May 1, 2013 and the payroll thru April 30, 2013 we are very close to the \$667,000 amount. Before 6/30 Cheryl and Annette will determine if any additional authority contribution needs to be made to cover the liability,

Reporting on Activity/Funding status to employees is on website and Techweb. Wanda and Cheryl handle this.

We need to re-evaluate the current assumed investment target if 5 percent before the next AON study. Discussion revolved around the possibility of lowering this target investment percentage, which would result in a correspondingly higher Annual Required Contribution amount.

Doug made a motion to adjourn the meeting, Joan seconded it. All were in favor. Meeting was adjourned at 9:45 a.m.

cpf